

Chase to Sell FFELP Servicing Business to ACS

- Chase will continue to originate new/serial FFELP loans for 2009-10
- Chase will continue to originate/service private student loans

We have agreed to sell our student loan servicing entity — Chase Student Loan Servicing — to ACS Education Services (ACS). The sale, which includes our FFELP loan-servicing operation in Madison, Miss., is expected to close by year's end.

Chase servicing employees in Mississippi will become employees of the ACS family of companies.

The sale allows us to focus on private student loan originations and servicing, and leverages ACS' large-scale FFELP servicing capabilities. We also will continue to originate new/serial FFELP loans for the 2009-10 academic year, as previously announced. After we review the legislative outlook regarding FFELP — including whether the Ensuring Continued Access to Student Loans Act will be extended for another year — we will determine and announce our FFELP strategy for the 2010-11 academic year.

No loans are being sold to ACS as part of this transaction.

During 2010, we will transition Chase-serviced FFELP loans to the ACS servicing platform.

We are confident that borrowers and schools will continue to be served well, and we will notify borrowers when their loans convert to the ACS platform.

This decision does not affect Chase Select loans. We will continue to originate and service private student loans on our platform.

[For more information about Chase products and services, please talk with your Account Manager.](#)